

DAILY MARKETS OVERVIEW

26 FEBRUARY 2019

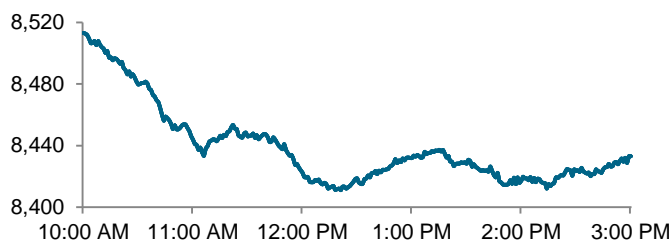
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,433	-0.9	-1.3	7.7	18.3
Saudi (NOMU)	3,485	-0.1	1.3	38.3	9.3
Energy	4,524	-0.8	-1.0	-6.7	24.6
Materials	5,569	-1.1	-1.5	6.0	17.7
Capital Goods	3,874	0.0	-0.8	-0.7	22.3
Com. & Prof. Svc	4,313	-0.2	0.7	4.3	18.4
Transportation	3,586	-0.7	-0.8	3.1	19.6
Cons. Durables & Apparel	3,650	-0.5	-0.3	-0.4	NA
Consumer Services	3,184	-1.1	-1.3	8.0	NA
Media	10,260	0.0	-0.2	0.8	NA
Retailing	6,610	-0.2	0.0	-3.7	32.1
Food & Staples Retailing	5,581	-0.3	-1.4	-6.1	22.7
Food & Beverages	4,387	-1.0	-0.7	12.8	NA
Health Care Equipment	3,782	-0.8	0.4	0.6	20.4
Pharma, Biotech & Life Science	3,575	-2.2	-2.7	-7.8	24.9
Banks	8,062	-1.0	-1.8	11.8	14.0
Diversified Financials	3,581	-0.8	-1.1	2.9	NA
Insurance	4,232	-0.5	-0.7	1.4	NA
Telecommunication	5,850	-0.8	-1.1	8.2	18.4
Utilities	3,670	-0.9	-1.0	8.9	36.7
REITs	3,619	-0.2	0.0	-0.1	NA
Real Estate	3,310	-1.0	0.1	2.6	38.5

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Abdullah A. M. Al-Khodari Sons Co.	4.44	3.7%	47
Saudi Arabian Amiantit Co.	6.20	3.0%	29
Al-Etihad Cooperative Insurance Co.	26.15	2.6%	14
Arabian Pipes Co.	10.70	1.5%	14
Dar Alarkan Real Estate Development Co.	10.66	1.5%	275

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Saudi Cement Co	25-Feb	4Q18	124.8	16.2	0.82	BEAT
Saudi Vitrified Clay Pipes	25-Feb	4Q18	0.1	135.5	0.01	NA
Arriyadh Development Co	24-Feb	4Q18	73.9	-16.0	0.55	NA
Rabigh Refining and Petrochemical	19-Feb	4Q18	-105.1	-116.4	-0.12	NA
Etihad Etisalat Co.	18-Feb	4Q18	80.0	144.0	0.10	BEAT

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of February 26, 2019

(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.9% lower at 8,433, while NOMU ended 0.1% lower at 3,485 on Monday. TASI traded value totaled SAR 2.2bn and averaged SAR 2.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 40.2% of the daily traded value.
- Banks and Materials declined 1.0% and 1.1%, respectively. Telecom ended 0.8% lower. Capital Goods and Media (both ended flat) were the best sector performers. Among stocks, Abdullah A. M. Al-Khodari Sons Co. (1330/ALKHODAR AB), Saudi Arabian Amiantit Co. (2160/SAAC AB), and Al-Etihad Cooperative Insurance Co. (8170/ALETIHAD AB) led the gainers.
- According to the General Authority for Statistics (GASTAT), unemployment in the labor market in KSA decreased slightly to 12.8% during 3Q18 from 12.9% in the previous two quarters. (Source: Zawya)
- The GASTAT revealed that the value of Saudi oil exports rose 12.7% Y/Y to SAR 69.9bn (USD 18.7bn) in December 2018. The value of Saudi non-oil exports rose 11.8% Y/Y to SAR 21.1bn (USD 5.6bn) in December. (Source: Zawya)
- The Minister of State for Foreign Affairs stated that KSA is looking to make India a regional hub for supply of crude oil and would invest billions of dollars in the country to build storage facilities and improve refineries. (Source: Argam)
- The Secretary General of the Saudi Exports Development Authority revealed that Saudi cement producers are mulling over exporting output to East Asian markets due to saturation in regional markets. (Source: Argam)
- The Saudi Arabian Monetary Authority (SAMA) is planning to introduce points of sale (POSs) services at fuel stations; the objective is to eliminate dependence on cash payments by upgrading the national payment system. (Source: Argam)
- Mouwasat Medical Services Co.'s (4002/MOUWASAT AB) BoD recommended a cash dividend of SAR 1.75 per share for FY18, implying a full-year yield of 2.3%. (Source: Argam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Zamil Industrial Investment Co.	17.42	-3.1%	1
Riyad Bank	22.54	-3.1%	17
The Saudi Investment Bank	18.80	-2.9%	6
Jadwa REIT Al Haramain Fund	7.63	-2.7%	2
Arriyadh Development Co.	20.04	-2.5%	38

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Dar Alarkan Real Estate Development Co.	10.66	1.5%	275
Saudi Basic Industries Corp.	120.80	-1.5%	212
Al Rajhi Bank	99.20	-0.6%	211
Alinma Bank	23.92	-0.4%	101
Saudi Kayan Petrochemical Co.	13.62	-1.3%	84

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,661	-0.3	1.0	5.2	8.5
Abu Dhabi (ADX)	5,116	-0.5	0.3	4.1	14.3
Kuwait (KSE)	5,251	0.0	0.0	1.3	17.5
Qatar (QE)	10,227	0.4	0.3	-0.7	14.6
Oman (MSM)	4,068	0.4	0.3	-5.9	8.4
Bahrain (BSE)	1,408	-0.5	0.2	5.3	9.1
DJMENA Index	587	0.0	0.3	5.5	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,796	0.1	0.1	11.5	18.5
US (NASDAQ 100)	7,554	0.4	0.4	13.9	21.3
UK (FTSE 100)	7,184	0.1	0.1	6.8	15.7
Germany (DAX)	11,505	0.4	0.4	9.0	13.1
France (CAC 40)	5,232	0.3	0.3	10.6	17.6
Russia (MICEX)	2,495	0.2	0.2	5.3	5.3
Japan (Nikkei)	21,528	0.5	0.5	7.6	15.9
Hong Kong (HSI)	28,959	0.5	0.5	12.0	10.9
South Korea (KOSPI)	2,233	0.1	0.1	9.4	10.9
China (SHCOMP)	2,961	5.6	5.6	18.7	14.0
India (NIFTY)	10,880	0.8	0.8	0.2	24.5
Brazil (IBOV)	97,240	-0.7	-0.7	10.6	20.5
Turkey (BIST 100)	1,04,330	1.1	1.1	14.3	7.2
Egypt (EGX30)	14,946	-1.3	-1.3	14.7	12.7
MSCI Emerging Markets	1,059	0.0	0.0	9.6	12.9
MSCI World	2,092	0.2	0.2	11.0	17.1

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	64.8	-3.5	-3.5	20.4	-4.1
Natural Gas (\$/mmbtu)	2.8	4.4	4.4	-3.5	-3.4
Gold (\$/oz)	1,328	0.0	0.0	3.5	-0.4
Silver (\$/oz)	15.9	-0.1	-0.1	2.6	-4.6
Platinum (\$/oz)	853	1.2	1.2	7.2	-14.7
Copper (\$/t)	6,525	0.1	0.1	9.7	-7.8
Zinc (\$/t)	2,737	-0.2	-0.2	8.7	-23.4
Lead (\$/mt)	2,073	0.7	0.7	3.2	-20.2
Wheat (\$/bu)	473	-3.9	-3.9	-6.1	-13.5
Corn (\$/bu)	380	-1.2	-1.2	1.3	-7.5
Sugar (\$/lb)	13.0	-2.3	-2.3	8.1	-11.3

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.65	0.00	-0.16	0.00
Saudi Arabia	2.92	0.00	-0.06	0.27
UAE	2.92	0.07	0.08	0.27
Kuwait	2.63	0.00	0.31	-0.02
Qatar	2.89	-0.03	-0.01	0.25
Bahrain	3.90	0.00	-0.05	1.25

Source: Reuters

NOTES: (1) Prices updated as of February 26, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the green on Monday. S&P 500 and NASDAQ gained 0.1% and 0.4%, respectively. Dow Jones Industrial closed 0.2% higher. In Europe, UK gained 0.1%, while Germany and France ended 0.4% and 0.3% higher, respectively.
- Asian markets are trading mixed on Tuesday. China is up 0.4%. Both Japan and South Korea are down 0.4%. Hong Kong and India are trading 0.5% and 1.1% lower, respectively.
- GCC markets ended mixed on Monday. Dubai and Abu Dhabi declined 0.3% and 0.5%, respectively. Kuwait was closed for trading while Qatar closed 0.4% higher. Oman gained 0.4% while Bahrain ended 0.5% lower.
- The Central Bank of Bahrain (CBB) issued final rules on a range of activities relevant to crypto-assets, including licensing, governance, capital, control environment and risk management. (Source: Trade Arabia)
- Bahrain's Cabinet approved a draft budget for 2019 and 2020, which projects a reduction in its budget deficit and a rise in the state's revenues. Bahrain's revenues are expected to reach BHD 2.7bn (USD 7.3bn) in 2019 and BHD 2.9bn (USD 7.6bn) in 2020. (Source: Zawya)
- The UAE announced a massive plan under which a total of 34,000 residential units will be built across the country for its local population within the next six years. The country allocated AED 32.0bn (USD 8.7bn) for the project which runs until 2025. (Source: Trade Arabia)
- Bahrain announced a new national employment program which has been mainly designed to make citizens the first choice for employment in both private and public sectors. (Source: Trade Arabia)
- Bahrain-based Dilmunia Mall Development Company said work is in full swing at its BHD 52mn (USD 137mn) family-centric retail destination, Mall of Dilmunia, scheduled to open by October 2019; it is being built in the heart of Dilmunia Island in the Muharraq Governorate. (Source: Trade Arabia)
- Egypt's Administrative Capital for Urban Development revealed that five new public-private partnership deals have been agreed that will lead to the development of 700 acres of land. Four of the companies are investors from the Arabian Gulf, while one is a Spanish company. (Source: Zawya)
- Emaar Malls, the retail unit of Emaar Properties (EMAAR UH), fully acquired Namshi, a regional fashion e-commerce retailer. This follows acquiring the remaining stake of Global Fashion Group (GFG) in Namshi in an all-cash transaction of AED 475.5mn (USD 129.5mn). (Source: Arabian Business)
- CEO of Bahrain Fintech Bay revealed that the firm is working to establish three sister platforms in the US and Singapore to build links between firms working in the fintech sector. (Source: Arabian Business)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended February 22 (prior: 3.7mn barrels) will be announced tomorrow. (Source: Econoday)
- US jobless claims for the week ended February 23 (prior: 216K) will be announced on February 28. (Source: Econoday)
- US GDP for 4Q18 (prior: 3.4% Q/Q; consensus: 2.4% Q/Q) will be announced on February 28. (Source: Econoday)



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